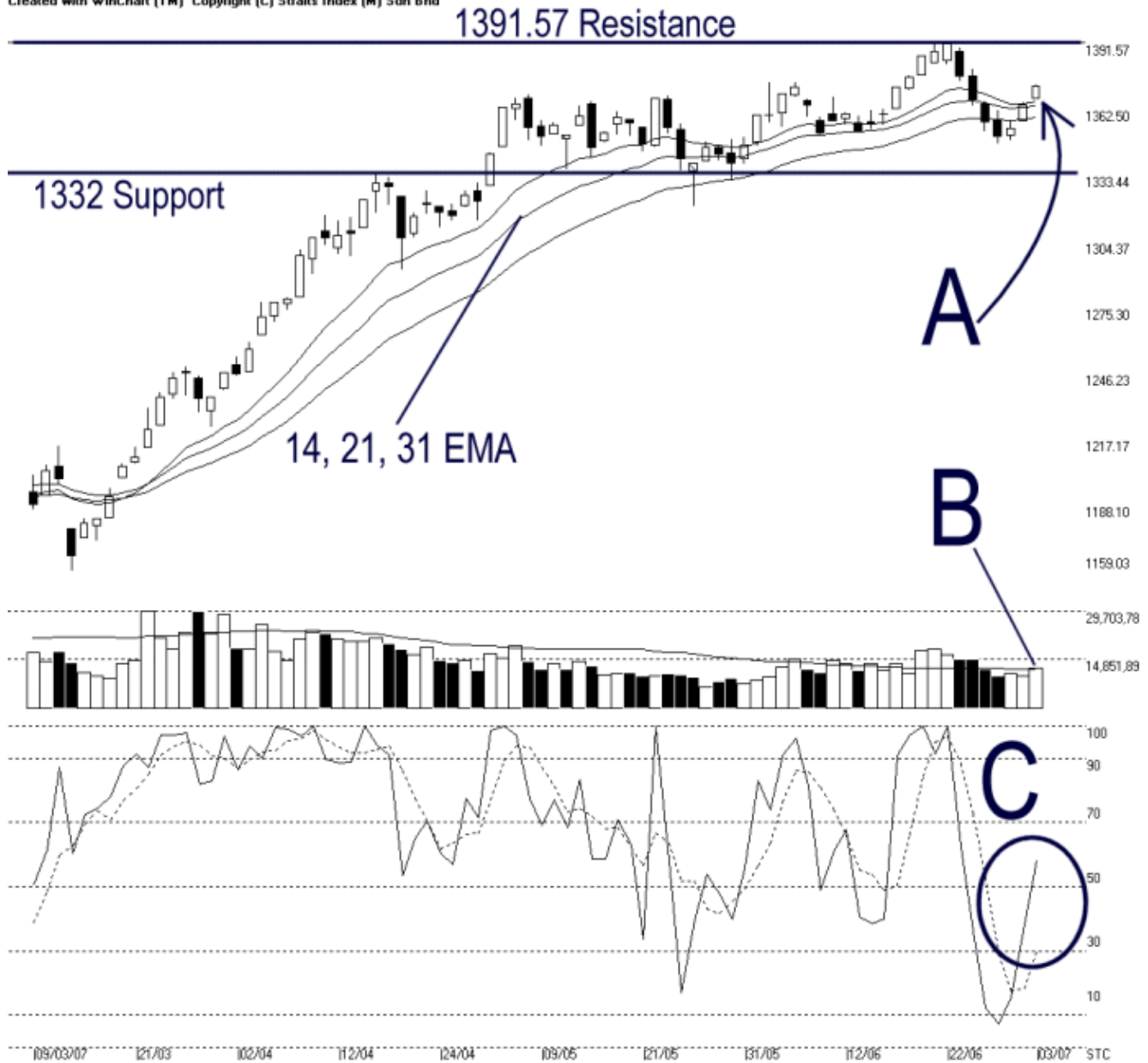




Straits Index (M) Sdn Bhd.
WinChart Technical Analysis
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Open:1367.510 High:1373.500 Low:1366.870 Close:1373.140 +8.770(0.6%) Volume:12,324,618 (+2553915,26.1%)
 COMPOSITE INDEX [COMPOSITE] 09/03/2007 - 03/07/2007 Ticks=80 Moving Averages e(14,21,31) - Volume Daily
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Composite Index Daily Technical Analysis, 03/07/2007, by Straits Index (M) Sdn Bhd

On Tuesday, the KLCI rebounded 8.77 points to close at 1373.14 points. As shown on the chart above, the 1391.57 level is the resistance for the KLCI while, as indicated by A, the 14, 21, 31 EMA is now serving as the dynamic support to the KLCI. Until the KLCI can break above the 1391.57 resistance, the KLCI is expected to be trading in a sideways movement.

Total market volume on Tuesday increased 26.1%. As indicated by B, total market volume managed to break above the 40-day VMA level, suggesting an increasing market participation. If the volume should remain above the 40-day VMA level, it would improve the market sentiment thus increase the investors confidence. (Study B)

As circled at C, the Stochastic %K line continued rising and now situated in the neutral region. If the %D line should break above the 30% level, it would confirm the %K signal, and the market movement for the short term would be at neutral. (Study C)